

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State of MICHIGAN

***Eligibility Conditions and Requirements***

Citation	Condition or Requirement
1902(a)(10)(A) (ii)(XVI) of the Act (cont)	_____ The agency does not disregard funds in retirement accounts.
	_____ The agency uses resource methodologies in addition to any indicated above that are more liberal than those used by the SSI program. More liberal resource methodologies are described in Supplement 8b to Attachment 2.6-A.
	_____ The agency uses the resource methodologies of the SSI program.
	_____ The agency uses methodologies for treatment of resources that are more restrictive than the SSI program. These more restrictive methodologies are described in Supplement 5 to Attachment 2.6-A

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State of MICHIGAN

***Eligibility Conditions and Requirements***

Citation	Condition or Requirement
1902(a)(10)(A) (ii)(XVI) and 1905 (v)(2) of the Act	<u>Definition of Employed – Employed Medically Improved Individuals – TWWIIA</u>  — The agency uses the statutory definition of “employed”, i.e., earning at least the minimum wage and working at least 40 hours per month.  — The agency uses an alternative definition of “employed” that provides for substantial and reasonable threshold criteria for hours of work, wages, or other measures. The agency’s threshold criteria are described below:

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***Eligibility Conditions and Requirements***

Citation	Condition or Requirement
1902(a)(10)(A)(ii)(XIII), (XV), (XVI), and 1916(g) of the Act	<p><u>Payment of Premiums or Other Cost Sharing Charges</u></p> <p>For individuals eligible under the BBA eligibility group described in No. 23 on page 23d of Attachment 2.2-A:</p> <p>— The agency requires payment of premiums or other cost-sharing charges on a sliding scale based on income. The premiums or other cost-sharing charges, and how they are applied, are described below:</p>

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*Eligibility Conditions and Requirements*

Citation	Condition or Requirement
1902(a)(10)(A)(ii)(XIII), (XV), (XVI), and 1916(g) of the Act (cont)	<p>For individuals eligible under the Basic Coverage Group described in No. 24 on page 23d of Attachment 2.2-A, and the Medical Improvement Group described in No. 25 on page 23d of Attachment 2.2-A:</p> <p><u>X</u> The agency requires individuals to pay premiums or other cost-sharing charges on a sliding scale based on income. For individuals with net annual income below 450 percent of the Federal poverty level for a family of the size involved, the amount of premiums cannot exceed 7.5 percent of the individual's income.</p> <p>The premiums or other cost-sharing charges, and how they are applied, are described on page 12o.</p>

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**STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT**

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***Eligibility Conditions and Requirements***

Citation	Condition or Requirement										
Sections 1902(a)(10)(A)(ii)(XV), (XVI), and 1916(g) of the Act (cont)	<p><u>Premiums and Other Cost-Sharing Charges</u></p> <p>For the Basic Coverage Group and the Medical Improvement Group, the agency's premium or other cost-sharing charges, and how they are applied, are described below.</p> <p>The premium is based on the enrolled individual's annualized earned income above 250% of the current federal poverty guidelines for a family of 1.</p> <p>Individuals with earned income at or above 250% of the federal poverty level for a family of 1 will pay a sliding scale premium.</p> <p>Individuals with annual income exceeding \$75,000 will pay a premium of 100% of the average medical assistance beneficiary cost, as determined by the Department of Community Health.</p> <p>The sliding fee scale premium is as follows:</p> <table><tr><td><u>Income</u></td><td><u>Premium</u></td></tr><tr><td>250% to 349% FPL</td><td>= \$50.00 monthly</td></tr><tr><td>350% to 499% FPL</td><td>= \$190.00 monthly</td></tr><tr><td>500% to \$75,000 FPL</td><td>= \$460.00 monthly</td></tr><tr><td>\$75,000 or more</td><td>= \$920.00 monthly</td></tr></table>	<u>Income</u>	<u>Premium</u>	250% to 349% FPL	= \$50.00 monthly	350% to 499% FPL	= \$190.00 monthly	500% to \$75,000 FPL	= \$460.00 monthly	\$75,000 or more	= \$920.00 monthly
<u>Income</u>	<u>Premium</u>										
250% to 349% FPL	= \$50.00 monthly										
350% to 499% FPL	= \$190.00 monthly										
500% to \$75,000 FPL	= \$460.00 monthly										
\$75,000 or more	= \$920.00 monthly										

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**STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT**

State of MICHIGAN

**More Liberal Methods of Treating Income under Section 1902(r)(2) of the Act**

- 1) For the groups covered by sections 1902(a)(10)(A)(ii)(X) and 1905(p) of the Act:
  - Disregard the value of in-kind support and maintenance.
- 2) For children eligible under section 1902(a)(10)(A)(i)(VI) and defined in 1902(l)(1)(C) of the act:
  - Disregard income in the amount of the difference between 133% and 150% of the federal poverty level of the family size involved, as revised annually in the Federal Register.
- 3) For children eligible under section 1902(a)(10)(A)(i)(VII) and defined in 1902(l)(1)(D) of the Act:
  - Disregard income in the amount of the difference between 100% and 150% of the federal poverty level of the family size involved, as revised annually in the Federal Register.
- 4) For qualified children under section 1902(a)(10)(A)(i)(III) and defined in section 1905(n) of the Act:
  - Disregard income in the amount of the difference between the AFDC level and 150% of the federal poverty level of the family size involved plus \$1, as revised annually in the Federal Register.
- 5) For pregnant women eligible under section 1902(a)(10)(A)(i)(IV) and defined in section 1902(l)(1)(A) of the Act:
  - Disregard income in the amount of the difference between 133% and 185% of the federal poverty level of the family size involved, as revised annually in the Federal Register.
  - Disregard parental income.
- 6) For qualified pregnant women under section 1902(a)(10)(A)(i)(III) and defined in section 1905(n) of the Act:
  - Disregard income in the amount of the difference between the AFDC level and 185% of the federal poverty level of the family size involved plus \$1, as revised annually in the Federal Register.
- 7) For all Medicaid categories subject to 1902(r)(2) of the Act, disregard the funds on deposit in an Individual Development Account (IDA), interest earned on an IDA, and matching funds deposited in the IDA.
- 8) Individuals eligible for assistance under 1902(a)(10)(A)(ii)(XV) of the Act may establish Freedom Accounts (see Supplement 8b to Attachment 2.6a) for a working disabled individual. The agency shall disregard, for eligibility purposes, all earned income for a working

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**STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT**

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**More Liberal Methods of Treating Income under Section 1902(r)(2) of the Act**

disabled individual eligible for assistance under 1902(a)(10)(A)(ii)(XV) of the Act . To be eligible for this earned income disregard the income is subject to the following provisions:

- Only earnings that are deposited into a Freedom Account (see Supplement 8b to Attachment 2.6a) can be disregarded for eligibility purposes.
- All funds deposited and their source will be identified and registered with the Department for which prior approval has been obtained from the Department, and for which the owner authorizes regular monitoring and/or reporting of these earnings and other information deemed necessary by the Department for the proper administration of this provision.

A spouse's income will not be deemed to the applicant when determining whether or not the individual meets the financial eligibility requirements for eligibility under this section.

Earned income is still used to establish a premium.

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**STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT**

State of MICHIGAN

**More Liberal Methods of Treating Resources under Section 1902(r)(2) of the Act**

- 1) For the SSI-related categories of the Act:
  - Resource exemptions are:
    - Homestead
    - Clothing, household good and personal effects regardless of value
    - One automobile regardless of how it is used or its value
    - Payment received for the planned repair or replacement of property that was lost, stolen, damaged, or destroyed. No time limit is imposed.
  - Unsalable property is not a countable resource. The property is unsalable when either: a) two knowledgeable sources state the property is unsalable due to a specified condition, or b) an actual sale attempt is made and no reasonable offer to purchase has been received. Conditional eligibility and repayment agreements are not required.
  - Resource eligibility exists for an entire calendar month if countable resources are equal to, or less than, the resource standard at any time during that calendar month.
- 2) For AFDC-related groups subject to 1902(r)(2)
  - Disregard all resources.
- 3) For all Medicaid categories subject to 1902(r)(2) of the Act, disregard the funds on deposit in an Individual Development Account (IDA), interest earned on an IDA, and matching funds deposited in the IDA.
- 4) Individuals eligible for assistance under 1902(a)(10)(A)(ii)(XV) of the Act may establish Freedom Accounts. The agency will disregard up to \$75,000 in resources held in Freedom Accounts for a working disabled individual. To be eligible for this resource disregard Freedom Accounts are subject to the following provisions:
  - The Balance of these accounts must not exceed a combined total of \$75,000 except for Freedom Accounts consisting of IRS recognized retirement accounts which can have unlimited value. To be disregarded from countability, however,

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**More Liberal Methods of Treating Resources under Section 1902(r)(2) of the Act**

any IRS recognized retirement account must exist within or be identified as an authorized Freedom Account.

- These accounts will be held separate from non-exempt resources in accounts for which prior approval has been obtained from the Department, and for which the owner authorizes regular monitoring and/or reporting including deposits, withdrawals, and other information deemed necessary by the Department for the proper administration of this provision. The separateness requirement may be waived in the case of an employer's pension and/or a retirement account.

- A spouse's resources will not be deemed to the applicant when determining whether or not the individual meets the financial eligibility requirements for eligibility under this section.

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